

Naval Postgraduate School
Department of National Security Affairs
International Economics

Fall Quarter 2004
NS 3040
Dr. Robert Looney

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Office Hours MW 10-12
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COURSE OUTLINE

Texts

Thomas Pugel, **International Economics**, twelfth edition, Irwin/McGraw-Hill, 2003.

Charles Wheelan, **Naked Economics: Undressing the Dismal Science**, Norton, 2002.

Jim Eggert, **Invitation to Economics**, Mayfield Publishing, Company, 1991 (on the website).

Richard Kugler and Ellen Frost, **The Global Century, Globalization and National Security**, NDU Press, 2001 (-- a bit dated, but on the website).

ASSIGNMENTS

The assignments below are mainly from the texts. The main text, Pugel provides good background, but most of the class discussion will be on the papers posted on the website under "readings for next class". The Wheelan book provides a good background of economic thinking with some applications of economics to contemporary issues. All the papers and references that we will need for the course can be found on the website.

Introduction (September 27)

Pugel, chapter 1
Wheelan, forward, introduction

Basic Microeconomic Concepts (September 29)

Eggert, chapters 1, 2, 3, 4, 10, 11.
Wheelan, Chapter 1.

Topics in Microeconomics--Markets and Competition (October 4)

Eggert, chapters 12, 13, 14, 15, 16, 17
Wheelan, Chapters 2, 3, 4

Introduction to the Theories of International Trade (October 6)

Pugel, chapters 2, 3
Wheelan, Chapter 5

Modern Theories of Trade (October 13)

Pugel, chapters 4, 5 and 6
Wheelan, Chapter 6

Tariffs and Non-Tariff Barriers (October 18)

Pugel, chapters 7, 8
Eggart, chapter 18.
Wheelan, Chapter 7

Arguments for and Against Protectionism (October 20)

Pugel, chapter 9

Trade Agreements, Environment and US Policy—GATT/WTO (October 25)

Pugel, chapter 10, 12,

Security, Global Competition and United States Trade Policy (October 27)

David Denoon, Economics and National Security, Ch 10 in K&F

Economic Integration--North America/Europe (November 1)

Pugel, chapter 11

Trade Policy and Developing Countries (November 3)

Pugel, chapter 13.
Wheelan, Chapters 11, 12

Regional Topics in International Economics (November 8)

Jeffrey Sachs, Globalization and Patterns of Economic Development, Weltwirtschaftliches Archiv, 2000

MIDTERM EXAMINATION (November 10)

Balance of Payments, Introduction to Exchange Rates (November 15)

Pugel, chapters 15, 16, 17.

Determinants of Exchange Rates (November 17)

Pugel chapter 18, 19
Eggert, Chapter 19

Introduction to Macroeconomics/Balance of Payments Adjustment (November 22, 24)

Eggart, chapters 5, 6, 7, 8 and 9.
Pugel, chapters 21, 22.
Wheelan, Chapters 9, 10

International Monetary System (November 29)

Pugel, chapters, chapters 23, 24
Dani Rodrik, How Far Will International Economic Integration Go? Journal of Economic Perspectives, Winter 2000

Factor Movements (December 1)

Pugel, chapter, 14

International Lending, Debt Crisis (December 6)

Pugel, chapter 20

Foreign Investment/Multinationals/Future Patterns of Globalization (December 8)

Eggert, Chapter 20
Wheelan, epilog

Final Examination (December 13, 1300-1500 Glasgow 109)

Course Grade

There are several options for a course grade:

Midterm and Country/Topic Paper (20 or so pages)--50% each

Midterm and Final Examination--50% each

For those who have taken 3041 there is the option of a major research paper (30 or so pages)—100%